PRODUCT HIGHLIGHTS SHEET

MAYBANK ENHANCED BOND TRUST FUND
(“the Fund”)

Date of Issuance: 1 November 2018

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has authorised the issuance of Maybank Enhanced Bond Trust Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of Maybank Enhanced Bond Trust Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends Maybank Enhanced Bond Trust Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Maybank Asset Management Sdn Bhd responsible for Maybank Enhanced Bond Trust Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.
1. What is Maybank Enhanced Bond Trust Fund?

*Maybank Enhanced Bond Trust Fund* ("MEBTF") is Maybank Asset Management Sdn Bhd’s bond fund. The Fund aims to provide investors with a stable income stream and an opportunity for capital appreciation over the medium to long term* horizon through investments in securities issued by corporations, governmental and/or statutory bodies as provided in the master prospectus (conventional funds).

*Medium term means a period between 3 to 5 years and long term means a period of more than 5 years.*

2. Fund Suitability

The Fund is suitable for investors who:
- prefer a conservative investment approach but are willing to exploit opportunities presented in the capital markets; and
- possess a medium to long term investment horizon.

3. Investment Objective

The Fund aims to provide investors with a stable income stream and an opportunity for capital appreciation over the medium to long term horizon through investments in securities issued by corporations, governmental and/or statutory bodies as provided in the master prospectus (conventional funds).

4. Key Product Features

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Income and growth.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Category</td>
<td>Bond fund.</td>
</tr>
</tbody>
</table>
| Performance Benchmark | Maybank 12-months fixed deposit rate  
*Information on Maybank 12-months fixed deposit rate can be obtained from www.maybank2u.com.my. The risk profile of the Fund is different from the risk profile of the benchmark.* |
| Investment Strategy | The Fund seeks to achieve its objective through a policy of diversified investment in fixed income securities which include convertible debt securities, redeemable debt securities, government bonds and corporate bonds with a minimum rating of BBB by RAM Rating Services Berhad ("RAM") or equivalent rating by other rating agencies. The Fund may also invest in money market instruments and equities.  
*Note: Please refer to section 3.8 in the master prospectus (conventional funds) for further details.* |
| Launch Date   | 27 May 2003.       |
Manager | Maybank Asset Management Sdn Bhd.
---|---
**Management Fee** | 1.00-1.11% of the Net Asset Value ("NAV"), calculated and accrued on a daily basis.  
Equity portion: 1.75*  
Bond portion: 1.00*  
*Note*: *The flexible annual management fee rate is based on the asset allocation.*
**Sales Charge** | Up to 2.0% of the NAV per unit.
**Repurchase Charge** | Nil.
**Switching Fee** | 
| Equity | Bond/Sukuk/ 
Fixed Income | Balanced | Money Market |
<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>Up to 4.5% of amount switched</td>
<td>MYR25 per transaction</td>
<td>Up to 3% of amount switched</td>
<td>Nil</td>
</tr>
</tbody>
</table>
**Transfer Fee** | MYR25 per transfer
**Trustee** | CIMB Commerce Trustee Berhad.
**Trustee Fee** | Up to 0.07% of NAV, subject to a minimum fee of MYR18,000 per annum, calculated and accrued on a daily basis.
**Minimum Initial Investment** | MYR1,000
**Minimum Additional Investment** | MYR500
**Minimum Holdings** | 100 units
**Distribution Policy** | Income (if any) is expected to be distributed annually at the Manager’s discretion, subject to Trustee’s approval.  
Distribution will be made from realised income and realised gains of the Fund.

**YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.**

5. **Asset Allocation**

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Range</th>
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</table>
| Fixed income securities and liquid assets | Minimum 85%* of the Fund’s NAV  
* A minimum 70% will be invested in fixed income securities. |
| Equities | Maximum 15% of the Fund’s NAV |
6. Key Risks

Specific Risks of the Fund

Credit and default risk

Credit risk relates to the creditworthiness of the issuers of the fixed income securities and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the fixed income securities. In the case of rated fixed income securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of fixed income securities, either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income securities. This could adversely affect the value of the Fund.

The risk is mitigated by investing in fixed income securities that are of investment grade or investments that are bank or government guaranteed or secured against assets. The risk is further mitigated through careful selection of fixed income securities through analysis of its fundamental background, portfolio diversification across a number of sectors and industries, as well as site visits. In the absence of a credit rating, the credit rating of the issuer issuing the fixed income securities will be used instead.

Interest rate risk

Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities. When interest rates rise, fixed income securities prices generally decline and this may lower the market value of the Fund’s investment in fixed income securities. The reverse may apply when interest rates fall.

To mitigate the interest rate exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the Manager’s view of the future interest rate trend based on its continuous fundamental research and analysis.

Equity specific risk

Prices of a particular equity may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such equity will adversely affect the Fund’s NAV. However, this impact is mitigated through careful selection of equities through analysis of its fundamental background, portfolio diversification across a number of sectors and industries, as well as site visits.

Investors are reminded that the risks listed above may not be exhaustive and if necessary, they should consult their adviser(s), e.g. their bankers, lawyers, stockbrokers or independent professional advisers for a better understanding of the risks.

For more details, please refer to section 3.1.1 in the master prospectus (conventional funds) for the general risks of investing in the Fund.

Note: If your investments are made through an institutional unit trust adviser (“Distributor”) which adopts the nominee system of ownership, you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited. Accordingly, the Manager will only recognize the Distributor as a unit holder of the fund and the Distributor shall be entitled to all the rights conferred to it under the deed.

7. Valuation of Investment

The Fund is valued once at the end of every business day. The daily price of the Fund for a particular business day will be published on the next day.

Investors will be able to obtain the unit price of the Fund from www.maybank-am.com.my. Alternatively, the Manager’s client servicing personnel can be contacted at 03-2297 7888.
8. Exiting from Investment

<table>
<thead>
<tr>
<th>Submission of Repurchase Request</th>
<th>The cut-off time for repurchase of units shall be at 4.00 p.m. on a business day.</th>
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</thead>
<tbody>
<tr>
<td>Payment of Repurchase Proceeds</td>
<td>Repurchase proceeds will be paid out within ten (10) calendar days from the date the repurchase request is received by the Manager.</td>
</tr>
<tr>
<td>Remittance of Repurchase Proceeds</td>
<td>The Manager shall remit the repurchase proceeds to the account held in the name of the unit holder(s).</td>
</tr>
</tbody>
</table>

9. Fund Performance

**Average total return of MEBTF for the financial year ended 31 March**

<table>
<thead>
<tr>
<th></th>
<th>1- Year</th>
<th>3- Year</th>
<th>5- Year</th>
<th>10- Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>MEBTF (%)</td>
<td>3.04</td>
<td>3.52</td>
<td>3.99</td>
<td>4.16</td>
</tr>
<tr>
<td>Benchmark (%)</td>
<td>3.14</td>
<td>3.20</td>
<td>3.20</td>
<td>3.11</td>
</tr>
</tbody>
</table>

*The average total return of the Fund is based on the following calculation:*

\[
\text{Annualised return} \% = \left[ \left( 1 + r_1 \right) \left( 1 + r_2 \right) \ldots \left( 1 + r_n \right)^{1/n} \right] - 1 \times 100
\]

*Where \( r \) = rate of return \( n \) = number of years*

**Annual total return for the financial years ended 31 March**

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>MEBTF (%)</td>
<td>3.04</td>
<td>3.64</td>
<td>3.88</td>
<td>3.46</td>
<td>5.93</td>
<td>3.13</td>
<td>4.76</td>
<td>8.27</td>
<td>4.64</td>
<td>1.02</td>
</tr>
<tr>
<td>Benchmark (%)</td>
<td>3.14</td>
<td>3.16</td>
<td>2.41</td>
<td>4.51</td>
<td>1.07</td>
<td>4.19</td>
<td>3.98</td>
<td>4.34</td>
<td>3.25</td>
<td>4.85</td>
</tr>
</tbody>
</table>

*The total return of the Fund is based on the following calculation:*

- **Capital return** \( \% \) = \[
\frac{\text{NAV per unit on ex – date}}{\text{NAV per unit at the beginning of the financial year}} - 1 \times 100
\]
  - Income return \( \% \) = \[
\frac{\text{Income Distribution}}{\text{NAV per unit at the beginning of the financial year}} \times 100
\]

- **Total return** \( \% \) = Capital Return(%) + Income Return (%)

**1-Year Fund performance review**

The Fund registered a total return of 3.04% against its benchmark’s return of 3.14%. The Fund underperformed the benchmark by 0.10%.

*The benchmark was changed on 17 September 2015 from Quantshop MGS Medium Index to the current benchmark to better reflect the Fund’s asset allocation and investment strategy.*
Portfolio Turnover Ratio (PTR) as at 31 March

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>PTR (times)</td>
<td>0.44*</td>
<td>0.96</td>
<td>0.30</td>
</tr>
</tbody>
</table>

* The PTR is lower than the previous financial year due to the decrease in trading activities during the period under review.

Distribution as at 31 March

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross distribution per Unit (sen)</td>
<td>1.30</td>
<td>Nil</td>
<td>1.50</td>
</tr>
<tr>
<td>Net distribution per Unit (sen)</td>
<td>1.30</td>
<td>Nil</td>
<td>1.50</td>
</tr>
</tbody>
</table>

Distribution is in the form of reinvestment.

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE

10. Contact Information

I. For internal dispute resolution, you may contact:

**Clients Servicing Personnel**
Tel : 03-2297 7888
Fax : 03-2715 0071
Email : mamcs@maybank.com.my
Website : www.maybank-am.com

II. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):

a. via phone to : 03-2282 2280
b. via fax to : 03-2282 3855
c. via email to : info@sidrec.com.my
d. via letter to : Securities Industry Dispute Resolution Center (SIDREC)
   Unit A-9-1, Level 9, Tower A
   Menara UOA Bangsar
   No. 5, Jalan Bangsar Utama 1
   59000 Kuala Lumpur

III. You can also direct your complaint to the Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC’s Consumer & Investor Office:

a. via phone to : 03-6204 8999
b. via fax to : 03-6204 8991
c. via email to : aduan@seccom.com.my
d. via the online complaint form available at www.sc.com.my
e. via letter to : Consumer & Investor Office
   Securities Commission Malaysia
   No 3 Persiaran Bukit Kiara
   Bukit Kiara
   50490 Kuala Lumpur

IV. Federation of Investment Managers Malaysia (FIMM)’s Complaints Bureau:

a. via phone to : 03-2092 3800
b. via fax to : 03-2093 2700
c. via email to: complaints@fimm.com.my

d. via the online complaint form available at www.fimm.com.my

e. via letter to: Legal, Secretarial & Regulatory Affairs
   Federation of Investment Managers Malaysia
   19-06-1, 6th Floor Wisma Tune
   No. 19 Lorong Dungun
   Damansara Heights
   50490 Kuala Lumpur